Department of Health & Human Services Centers for Medicare & Medicaid Services 61 Forsyth Street, SW, Suite 4T20 Atlanta, Georgia 30303-8909



July 15, 2011

Mr. Anthony E. Keck, Director South Carolina Department of Health and Human Services Post Office Box 8206 Columbia, South Carolina 29202-8206

Re: South Carolina Title XIX State Plan Amendment, Transmittal #10-005

Dear Mr. Keck:

We have reviewed South Carolina's State Plan Amendment (SPA) 10-005, which was submitted to the Atlanta Regional Office on September 17, 2010. This amendment was submitted to add coverage of targeted case management services for functionally impaired adults. The target group includes Medicaid eligible individuals who must meet the following criteria: individuals who are 18 years of age or older, individuals who lack formal and/or informal resources to address their mental and physical needs, individuals who are unable to perform at least one Activity of Daily Living (ADL) as defined the State NF LOC Criteria, individuals who require targeted case management assistance to obtain needed services.

The 4.19B section of this amendment is being approved to adequately set forth a CMS approved cost methodology in the State Plan. During the review, CMS noted that the actual certification process was not in compliance with CMS policy and therefore an end date of the certification process was agreed upon between CMS and SC effective June 30, 2012. During the interim, SC will work to revise their certification process of their funding to a more comprehensive methodology based on the timing of their payment structure.

Based on the information provided, we would like to inform you that South Carolina SPA 10-005 was approved on July 14, 2011. The effective date is July 15, 2010. The signed CMS-179 and the approved plan pages are enclosed. If you have any questions regarding this amendment, please contact Tandra Hodges at (404) 562-7409.

Sincerely,

/s/

Jackie Glaze Associate Regional Administrator Division of Medicaid & Children's Health Operations

Enclosures